Exhibit 127

United States of America ex rel. Ven-a-Care of the Florida Keys, Inc. v. Dey, Inc., et al., Civil Action No. 05-11084-PBS

Exhibit to the July 24, 2009, Declaration of George B. Henderson, II In Support of Plaintiffs' Motion For Partial Summary Judgment and In Opposition To Dey's Motion For Partial Summary Judgment

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1:1
               UNITED STATES DISTRICT COURT
 2
                DISTRICT OF MASSACHUSETTS
 3
     ----X
     IN RE PHARMACEUTICAL INDUSTRY )
 4
     AVERAGE WHOLESALE PRICE ) MDL No. 1456
 5
 6
     LITIGATION
                                )
     ----X
 7
 8
     THIS DOCUMENT RELATES TO ) Civil Action:
     State of California, ex rel. ) 01-12258-PBS
 9
10
     Ven-A-Care v. Abbott
11
     Laboratories, Inc., et al. )
12
     ----X
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                        --000--
14
               WEDNESDAY, DECEMBER 3, 2008
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                        --000--
                 VIDEOTAPED DEPOSITION OF
16
17
      THE CALIFORNIA DEPARTMENT OF HEALTH CARE SERVICES
18
              by J. KEVIN GOROSPE, Pharm.D.
19
                        --000--
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     Reported By: CAROL NYGARD DROBNY, CSR No. 4018
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                 Registered Merit Reporter
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2:1
              UNITED STATES DISTRICT COURT
 2
               DISTRICT OF MASSACHUSETTS
 3
     -----X
     IN RE PHARMACEUTICAL INDUSTRY
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 5
     AVERAGE WHOLESALE PRICE LITIGATION ) MDL No. 1456
 6
     ----X
 7
     THIS DOCUMENT RELATES TO ) Civil Action:
 8
     United States of America ex rel. ) 01-12257-PBS
     Ven-a-Care of the Florida Keys,
 9
10
     Inc., et al., v. Abbott
11
     Laboratories, Inc., Civil Action )
     No. 06-11337-PBS; United States of )
12
13
     America ex rel. Ven-a-Care of the )
14
     Florida Keys, Inc., et al., vs.
     Dey, Inc., et al., Civil Action No.)
15
     05-11084-PBS; United States of )
16
     America ex rel. Ven-a-Care of the )
17
18
     Florida Keys, Inc., et al., v.
19
     Boehringer Ingelheim Corp., et al.,)
     Civil Action No. 07-10248-PBS
20
     ----X
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- 283:1 Manufacturer Price, and then subsequent to that
 - 2 Congress passed some additional legislative
 - 3 language that delayed the implementation of those
 - 4 pieces of the program until October of 2009.
 - 5 So the Department is waiting for all of
 - 6 that to transpire before we can begin work on the
 - 7 AMP-based reimbursement.
 - 8 Q. Okay. Manufacturers -- do
 - 9 manufacturers not report, generally speaking,
 - 10 their AMP data directly to California?
 - 11 A. Manufacturers are only required to
 - 12 report AMP data in relationship to a supplemental
 - 13 rebate agreement.
 - Q. Okay. And for that AMP data -- does --
 - 15 does California recognize any confidentiality
 - 16 restrictions on the use of that AMP data?
 - 17 A. Yes, we do.
 - 18 Q. How so?
 - 19 A. Until such time as the CMS begins
 - 20 publishing the AMP -- AMP data as pursuant to the
 - 21 federal statute, the Department will hold that
 - 22 AMP data as confidential pursuant to federal law.

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- 284:1 Q. Has the Department always treated AMP
 - 2 data as confidential?
 - 3 A. Yes.
 - 4 Q. For example, I think in earlier
 - 5 testimony today you discussed a period between
 - 6 1994 and May of 1996, I think, when there were --
 - 7 there was a supplemental rebate requirement that
 - 8 all manufacturers pay a supplemental rebate of 10
 - 9 percent of AMP or based upon 10 percent of AMP.
 - 10 During that period to your knowledge
 - 11 did the Department treat the AM -- any AMP
 - 12 information that they may have received during
 - 13 that time as confidential?
 - 14 A. Yes.
 - 15 Q. And did the Department have any
 - 16 position about whether or not that confidential
 - 17 treatment would prevent the Department from using
 - 18 AMP information for purposes of determining
 - 19 reimbursements paid to pharmacies?
 - MR. BUEKER: Objection as to form.
 - 21 THE WITNESS: Yes.
 - 22 BY MR. HENDERSON:

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